



**Wednesday 30 April 2008**

**Mezzanine Management Completes US\$15 Million  
Investment in Argyle Security, Inc.**



Mezzanine Management Limited (“MML”), a leading independent mezzanine and private equity firm, announces that it has invested US\$15 million in Argyle Security, Inc. (OTC BB: ARGL)

(“Argyle” or “the Company”), a provider of physical electronic security services and solutions based in San Antonio, Texas.

The investment in Argyle is the ninth investment from Mezzanine Management Fund IV. MML purchased 18,750 shares of newly created Series A convertible preferred stock, with each share convertible into 100 shares of Argyle’s common stock at US\$8.00 per share at MML’s option.

Argyle specialises in the design, engineering, supply and installation of security products and services for correctional and commercial customers, primarily in the United States.

Argyle is well positioned to benefit from the continued growth in its end markets as a result of increasing incarceration rates and prisons overcrowding as well as the growing demand for security equipment due to rising crime rates and increased focus on homeland security. MML is pleased to have partnered with the Argyle management team and looks forward to supporting them in their strategy to build the Company.

This transaction illustrates the flexible investment approach of MML where each investment is carefully tailored based on the company’s needs. That flexibility is enhanced by MML’s ability to invest in both public and private companies, through equity, mezzanine or a combination of the two, and taking either minority or control positions.

MML was advised by Porter & Hedges, L.L.P (legal) and BKD, LLP (financial).

- Ends -

**Enquiries**

**Merlin**  
Vanessa Maydon  
Anja Kharlamova

+ 44 207 653 6620

## Notes to Editors

### Mezzanine Management

- MML is an independent investment firm, with over US\$2 billion invested across 11 countries over the past 20 years. It provides capital to businesses for expansion/acquisitions, recapitalizations and leveraged and management buy-outs.
- MML has offices in London, Paris, Frankfurt and Stamford Connecticut (USA) and an affiliated Central European Fund with offices in Vienna, Budapest, Warsaw and Bucharest.
- MML's most recent investments from its current Fund IV include:
  - Investment in W.I.S Group, a German provider of security services, technology and systems to businesses (Feb 2008)
  - Refinancing of Baxter Storey, a UK based contract caterer for a significant minority stake (Dec 2007)
  - Acquisition of TNT Cranes and Rigging, a full service crane and rigging operator based in Houston, Texas (Nov 2007).
  - Acquisition of the Carré Blanc Group, a French specialized distributor of household linens, alongside Caisse des Dépôts Capital Investissement and management (Oct 2007).
  - Financing of the leveraged buyout of France Géothermie, a French leader in the design, assembly and sale of geothermic and aerothermic heat pump systems, led by Banexi Capital Partenaires (July 2007).
  - Acquisition of a minority equity stake in the Regard Partnership Limited, a UK residential care provider for people with permanent learning disabilities (April 2007).
- For more information visit [www.mezzanine-management.com](http://www.mezzanine-management.com)